

DEPARTMENT OF THE NAVY

NAVAL INVENTORY CONTROL POINT

700 ROBBINS AVENUE PHILADELPHIA PA 19111-5098 5450 CARLISLE PIKE - PO BOX 2020 MECHANICSBURG PA 17055-0788 COM & FTS717-605-4656 DSN & EXT430-4656 FAX # IN REPLY REFER TO: 4200 Ser 8453/172

DEC 1 6 2003

Dear Sir,

Recent worldwide events and reductions in Navy budgets have caused Naval Inventory Control Point-M (NAVICP-M) to adopt a new methodology in the manner in which we conduct the procurement Specifically, Quality Assurance of Level I SUBSAFE material. procurement of Level I SUBSAFE material will transition from "Source Inspection and Source Acceptance" (SS) to "Source Inspection and Destination Acceptance" (SD). Destination acceptance will apply to all deliverable items (material and DD-1423s). All material will continue to be initially inspected by the Defense Contract Management Agency (DCMA) Quality Assurance Representative in accordance with the requirements of NAVSEA 0948-The material will then be LP-045-7010, Material Control Standard. shipped to Portsmouth Naval Shipyard (PNSY) for receipt inspection and final acceptance. Payment will be after PNSY has performed final acceptance, and signed the DD 250 Material Inspection and Receiving Report. NAVICP-M has worked closely with PNSY to assure each lot received is entered into the receipt inspection process with all due speed and consideration. This effort will be closely monitored by NAVICP-M and PNSY.

NAVICP-M will also post information regarding this effort on the Level I contractor information "web site". http://www.navicp.navy.mil/84/845/845.htm.

Your point of contact at NAVICP-M, Code 845 is Mr. Harry Baker, Director of Level I SUBSAFE Quality Assurance, (717) 605-4356, or Mr. Robert Cline, Director of Level I SUBSAFE Contracting, Code 0243, (717) 605-4656.

R. A. CLINE By direction